Service Date: November 3, 1987

DEPARTMENT OF PUBLIC SERVICE REGULATION BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MONTANA

)

IN THE MATTER Of the Application Of BLACK HILLS CORPORATION d/b/a BLACK HILLS POWER & LIGHT CO., For Authority to Increase Their) Quarterly Fuel Rate Rider.

UTILITY DIVISION DOCKET NO. 87.10.56 DEFAULT ORDER NO. 5300

On October 8, 1987, Black Hills Corporation d/b/a Black Hills Power and Light Company (BHP&L or Applicant) filed a petition with the Montana Public Service Commission pursuant to Sections 69-3-101 et seq., MCA, for an order authorizing the Applicant to increase its electric rates in order to reflect the increased cost of fuel used in the generation of electricity. The fuel costs concerned are for the months of June, July and August, 1987.

On October 15, 1987, the Commission issued a Notice of Opportunity For Public Hearing. A provision in that notice stated, "If, however, no hearing is requested by October 26, 1987, the Commission will consider the matter and a default order may be issued."

Having considered the application and the documentation furnished by the Applicant in support of its application and deeming itself fully advised in the premises, the Commission makes the following Findings of Fact and Conclusions of Law:

FINDINGS OF FACT

If increased fuel costs for the months of June, July and August, 1987, are to be recovered, a charge of \$.00071 must be added to the base fuel cost of \$.01240 approved in Docket No. 83.4.25, which results in a total fuel charge of \$.01311 per KWH.

CONCLUSIONS OF LAW

- 1. The Commission has jurisdiction over parties and proceeding in this matter.
 - 2. The resulting rate levels are reasonable and just.

ORDER

IT IS HEREBY ORDERED THAT:

- 1. The Quarterly Fuel Rate Rider for the billing period of November and December 1987, and January 1988, is \$.00071 per KWH. This charge shall be added to the base fuel cost approved in Docket No. 83.4.25.
- 2. The approved rates shall be effective for electric service rendered on and after November 2, 1987.

DONE IN OPEN SESSION at Helena, Montana on 2nd day of November 1987, by a 5 - 0 vote.

BY ORDER OF THE MONTANA PUBLIC SERVICE COMMISSION

CLYDE	JARV	/IS,	Cha	airman
HOWARI	D L.	ELL	IS,	Commissioner

TOM M	IONAHAN,	Commissioner	
DANNY	OBERG,	Commissioner	

JOHN B. DRISCOLL, Commissioner

ATTEST:

Ann Purcell
Commission Secretary

(SEAL)

NOTE: Any interested party may request that the Commission reconsider this decision. A motion to reconsider must be filed within ten (10) days. See 38.2.4806, ARM.